

**Federal Direct Parent Loan (PLUS) Program
General Parent Plus Loan Information**

Dear Purdue University Calumet Parent:

A Parent Plus Loan for undergraduate students is included in your child's financial aid award. Enclosed is a packet of information and forms including the "Data Sheet/Refund Instructions, Credit Check Instructions, and Consent to Obtain Credit Report". A credit report is required by the federal government as part of the PLUS Loan process. If the parent borrower does not pass the credit check, he/she may still be able to receive loan funds. This process is explained on the Credit Check Instructions included in this packet.

On the reverse side of this letter is an explanation of the Federal Direct PLUS Loan Program. Please note that if you have previously borrowed a PLUS loan from a commercial lender, the application process is significantly different since Purdue University Calumet participates in the Federal Direct Loan Program. You **do not** need to obtain a separate PLUS Loan application from your commercial lender. The loan proceeds will be credited directly to your student's account each semester. Any remaining proceeds will be disbursed in a check made payable to either you or the student, whomever you designate. Finally, borrowers have flexible repayment options and you will receive detailed information about these options with your PLUS Loan Master Promissory Note.

To continue the PLUS Loan application process, please complete and return the enclosed forms to the Office of Financial Aid and Student Accounts at Purdue University Calumet. You may also complete a PLUS Loan Master Promissory Note on-line at <https://dlenote.ed.gov/empn/index.jsp>. If you have any questions regarding the PLUS Loan application process or your eligibility, please contact the Office of Financial Aid and Student Accounts.

Sincerely,
Office of Financial Aid and Student Accounts
Purdue University Calumet

**Federal Direct Parent Loan (PLUS) Program
Credit Check Instructions**

DIRECTIONS: This form is to be completed by the parent of a dependent student who wishes to borrow under the Federal Direct PLUS Loan Program and **returned to the Office of Financial Aid and Student Accounts at Purdue University Calumet.**

STUDENT NAME: _____ **PUID/SOC. SEC. NO:** _____ / _____

NOTE: The following data refers to the PARENT BORROWER

Social Security Number of Parent Borrower: _____

Name of Parent Borrower: _____

Permanent Address of Parent Borrower: _____
Street Number and Name
City State Zip

To be eligible to receive a Federal Direct PLUS Loan the parent borrower must have a good credit history. With your approval, a credit report will be obtained by the Office of Financial Aid and Student Accounts. If you are denied a PLUS Loan due to an adverse credit history, please indicate how you wish to proceed by **checking one** of the following boxes. If neither box is checked nor the form returned, we will assume you are seeking a credit-eligible endorser for the PLUS Loan.

If I am denied a PLUS loan due to an adverse credit history, I request that Purdue University Calumet cancel the PLUS Loan and proceed to award a Federal Direct Unsubsidized Stafford Loan directly to my son/daughter. Approval for the credit review will allow us to issue an Unsubsidized Stafford Loan immediately upon receiving the credit denial. I understand that dependent students may be eligible for up to \$4,000 as a freshman or sophomore, and \$5,000 as a junior or senior. Consequently, the Unsubsidized Stafford Loan eligibility may not be the same as the requested PLUS Loan amount. I understand the interest starts to accrue immediately on a Federal Direct Unsubsidized Stafford Loan. I also understand that, if I select this option, my PLUS loan application will be canceled if denied, and I will not have the option of appealing the credit denial nor obtaining a credit-eligible endorser.

OR

If I am denied a PLUS loan due to an adverse credit history, I will appeal the credit denial and/or obtain a credit-eligible endorser for the PLUS Loan. Information for the endorser processing will be sent to you (parent) by the Wm. D. Ford Direct Loan Central Processing Center. Endorser decision is sent to Purdue University Calumet when the decision is made for completion of the Plus Loan processing. If I later choose to request a Federal Direct Unsubsidized Stafford Loan for my student, I will notify the Office of Financial Aid and Student Accounts at Purdue University Calumet.

Office Use Only: RRAAREQ: ___PLUSCR (N)
(R:/Forms/Financial Aid/2006-07/PLUS Credit Check Instructions 2006_07)
Revised 04/04/06 ss

Consent to Obtain Credit Report

I consent to the U.S. Department of Education and its agents obtaining a report of my credit record and using the information from that report in determining whether to make a Direct PLUS Loan to me. I understand that I will be notified in writing of the results of the credit check with respect to my loan application.

Social Security Number

_____/_____/_____
Date of Birth (MM/DD/YYYY)

Last Name

First Name

M.I.

Street Address

City

State

Zip

Phone Number

Signature of Borrower

Today's Date

Privacy Act Disclosure Notice

The Privacy Act of 1974 (5 U.S.C. 552a) requires that the following notice be provided to you. The authority for collecting the information requested on this form is S451 *et seq.* of the Higher Education Act of 1965, as amended. Your disclosure of this information is voluntary. However, if you do not provide this information, you cannot be considered for a Direct PLUS Loan. The information in your file may be disclosed to third parties as authorized under routine uses in the Privacy Act notices called "Title IV Program Files" (originally published on April 12, 1994, *Federal Register*, Vol. 59 p. 17351) and "National Student Loan Data System" (originally published on December 20, 1994, *Federal Register*, Vol. 59 p. 65532). Thus, this information may be disclosed to federal and state agencies, private parties such as relatives, present and former employers and creditors, and contractors of the Department of Education for purposes of administration of the student financial assistance program, for enforcement purposes, for litigation where such disclosure is compatible with the purposes for which the records were collected, for use by federal, state, local, or foreign agencies in connection with employment matters or the issuance of a license, grant, or other benefit, for use in any employee grievance or discipline proceeding in which the Federal Government is a party, for use in connection with audits or other investigations, for research purposes, for purposes of determining whether particular records are required to be disclosed under the Freedom of Information Act, and to a Member of Congress in response to an inquiry from the congressional office made at your written request.

Because we request your social security number (SSN), we must inform you that we collect your SSN on a voluntary basis, but section 484(a)(4) of the HEA (20 U.S.C. 1091(a)(4)) provides that, in order to receive any grant, loan, or work assistance under Title IV of the HEA, a student must provide his or her SSN. Your SSN is used to verify your identity, and as an account number (identifier) throughout the life of your loan(s) so that data may be recorded accurately.

Office Use Only: RRAAREQ: __PLUSRP (N)
(R:/Forms/2006-07/plcrck06)
Revised 04/06 ss

**Federal Direct Parent Loan (PLUS) Program
Data Sheet/Refund Instructions**

DIRECTIONS: This form is to be completed by the parent of a dependent student who wishes to borrow under the Federal Direct Loan Program.

STUDENT NAME: _____ **PUID/SOC. SEC. NO:** _____ / _____

NOTE: The following data refers to the **Parent Borrower.**

Social Security Number of Parent Borrower: _____

Name of Parent Borrower: _____

Permanent Address of Parent Borrower: _____
Street Number and Name

_____ City State Zip

Phone Number of Parent Borrower: (_____) _____

Date of Birth of Parent Borrower: _____

Driver's License State: _____ Driver's License Number: _____

Loan Period Requested (Check One):
 Full Academic Year
 Fall Semester Only
 Spring Semester Only
 Summer Session Only

Loan Amount Requested: \$ _____

Are you currently in default on a previous loan? YES NO

Are you a U.S. Citizen? YES NO

If NO, what is your Alien Registration Number: A _____

➔ **Parent Borrower's Signature:** _____ **Date:** ____/____/____

(Over)

SECTION 1: STEPS FOR APPLYING FOR A PLUS LOAN

1. The parent borrower should complete the Data Sheet/Refund Instructions, Credit Check Instructions, and the Consent to Obtain Credit Report form and return them to the Office of Financial Aid and Student Accounts at Purdue University Calumet.
2. A Master Promissory Note is required of the parent borrower requesting the Direct Parent Loan to complete the process of applying for and receiving the proceeds of the PLUS Loan. To complete the Master Promissory Note, you must do the following :
 - Parent borrower must obtain a PIN (Personal Identification Number) from the U.S. Department of Education at www.pin.ed.gov . You will receive your PIN electronically within 3 days of the date requested.
 - After you receive your PIN, complete the Direct Plus Loan Master Promissory Note at the following web site: <http://dlenote.ed.gov> .
 - If you prefer to complete a paper Master Promissory Note for the Plus Loan, contact the Office of Financial Aid and Student Accounts at (219) 989-2301 to request one be mailed to you.

SECTION 2: LOAN PROCEED INSTRUCTIONS

All PLUS Loan proceeds are released in two disbursements and will be applied to any outstanding balance the student owes Purdue University Calumet. Any remaining proceeds will be disbursed in a check made payable to either the student or the parent. **Please check only one box** indicating your preference. **If neither box is checked or this form is not returned**, we are required to disburse the check to the parent.

Please issue the refund check to the student

OR

Please issue the refund check in my (parent borrower) name and mail to the address above.

➔ **Parent Borrower's Signature:** _____ **Date:** ____/____/____

Office Use Only: RRAAREQ: __PLUSAP (S)
Tie to fund ZZPDL1
RRAAREQ: __PLUSDT (N)
(R:/Forms/Financial Aid/2006-2007/PLUS_Data_Refund_Instructions 2006_07)
Revised 04/04/06 ss

**Federal Direct Parent Loan (PLUS) Program
Supplemental Information Form**

STUDENT NAME: _____ **PUID/SOC. SEC. NO:** _____/_____

DIRECTIONS: This form is to be completed by the parent of a **dependent student not filing a FAFSA** who wishes to borrow under the Federal Direct PLUS Loan Programs. Please provide the student and parent information requested in each section and return this form to the Office of Financial Aid and Student Accounts at Purdue University Calumet.

SECTION 1: STUDENT INFORMATION

Street Address: _____
Street City State Zip Code

Birth Date: _____/_____/_____ Anticipated Graduation Date: _____

Do you have a valid driver's license? _____ Yes _____ No State: _____ Number: _____

Will you be residing with your parent(s) for the current Academic Year? _____ Yes _____ No

If no, please submit a copy of your most recent rent receipt or lease agreement.

1. What is your state of legal residence? _____

2. Will you have your first bachelor's degree before July 1, 2006? _____ Yes _____ No

3. Please check "yes" or "no" for the following questions:
 - a. Were you born before January 1, 1983?....._____ Yes _____ No
 - b. At the beginning of the 2006-2007 school year, will you be working on a master's or doctorate program (such as MA, MBA, MD, JD, PhD, EdD, or graduate certificate, etc.)?....._____ Yes _____ No
 - c. As of today, are you married? (Answer "Yes" if you are separated but not divorced.)....._____ Yes _____ No
 - d. Do you have children who receive more than half of their support from you?....._____ Yes _____ No
 - e. Do you have dependents (other than your children or spouse) who live with you and who receive more than half their support from you, now and through June 30, 2007?....._____ Yes _____ No
 - f. Are both of your parents deceased, or are you or were you (until age 18) a ward/dependent of the court? _____ Yes _____ No
 - g. Are you a veteran of the U.S. Armed Forces?....._____ Yes _____ No

4. Have you ever been convicted of possessing or selling illegal drugs? If you have, answer "Yes", complete and submit this application, and we will send you a worksheet in the mail for you to determine if your conviction affects your eligibility for aid....._____ Yes _____ No

Enrollment: Number of Credit Hours: Fall 2006 _____ Spring 2007 _____ Summer 2007 _____

Other Financial Resources: If you will receive financial assistance from any source, other than state or federal grant programs, report the source and amount below: i.e., Athletic Grants, Outside Scholarships.

<u>Source</u>	<u>Amount</u>
_____	_____
_____	_____
_____	_____

SECTION 2: STUDENT CITIZENSHIP VERIFICATION

Check as appropriate:

_____ U.S. Citizen

_____ Eligible Non-Citizen (A photocopy of both sides of your Alien Registration Card must be returned with this form).

_____ Neither of the above - Explanation: _____

SECTION 3: STUDENT CERTIFICATION STATEMENT. (Student should complete and sign)

Statement of Educational Purpose/Default-Overpayment Status/Selective Service Registration Compliance.

I certify that I will use any money I receive under a federally assisted loan program only for expenses related to my attendance at Purdue University Calumet.

I certify that I am not in default on any federal student loan (NDSL, Stafford, GSL, PLUS, ALAS, SLS, Perkins) received while in attendance at **ANY** post-secondary educational institution, nor do I owe a refund on **ANY** federal grant.

I certify that: (Check as appropriate)

- I am registered with Selective Service
- I am **not** required to register with Selective Service because:
- I am a female.
- I am in the armed services on active duty. (NOTE: Does not apply to members of the Reserves and National Guard who are not on active duty.)
- I have not reached my 18th birthday.
- I was born before 1960.
- I am a citizen of the Federated States of Micronesia, or the Marshall Islands, or a permanent resident of the Trust Territory of the Pacific Islands (Palau).

I certify that the information provided on this form is complete and correct.

→ **Student Signature:** _____ **Date:** _____

SECTION 4: PARENT CERTIFICATION STATEMENT. (Parent should read and sign)

I certify that all information reported on this form is complete and correct.

I certify that I am not in default on **ANY** Federal Student Loan (NDSL, Stafford, GSL, PLUS, ALAS, SLS, Perkins) received while in attendance at **ANY** post-secondary institution, nor do I owe a refund on **ANY** Federal Grant.

→ **Parent Signature:** _____ **Date:** _____

Return this form and all requested documents within 14 days to the Office of Financial Aid and Student Accounts, Purdue University Calumet, Lawshe Hall, Room 130, Hammond, IN 46323.

Program	Federal Direct PLUS <ul style="list-style-type: none">▪ Parent Loan for Undergraduate Students
Description	<ul style="list-style-type: none">▪ A non-need based federal loan program administered by Purdue University Calumet
Eligibility Criteria	Parent and Student: <ul style="list-style-type: none">▪ U.S. citizen or eligible non-citizen▪ Not in default on prior educational loans Parent: <ul style="list-style-type: none">▪ Borrows on behalf of dependent student▪ Definition of “Parent Borrower”: biological, adoptive or step-parent▪ Meets federally defined credit worthiness standards Student: <ul style="list-style-type: none">▪ Enrolled at least half-time in a degree-seeking program▪ Meeting Satisfactory Academic Progress requirements
Credit Worthiness	To meet the credit worthiness requirements, an applicant cannot be: <ul style="list-style-type: none">▪ 90 days or more delinquent on the repayment of any debt OR▪ The subject of a default determination, bankruptcy, discharge, foreclosure, repossession, tax lien, wage garnishment or write-off of a Title IV debt during the last five years.
Eligibility Calculation	<ul style="list-style-type: none">▪ Cost of attendance less other aid
Annual Loan Limits	<ul style="list-style-type: none">▪ Cost of attendance less other aid
Fees	<ul style="list-style-type: none">▪ 3 % Loan Fee
Interest Rate	Fixed <ul style="list-style-type: none">▪ 7.9 % - Effective July 1, 2006
Repayment Terms	<ul style="list-style-type: none">▪ Repayment begins within 60 days of final disbursement▪ Interest begins accruing at 1st disbursement of loan▪ 30 year maximum repayment period
How to Apply	<ul style="list-style-type: none">▪ Complete and return the enclosed Parent Loan (PLUS) forms to the Office of Financial Aid and Student Accounts at Purdue University Calumet. Complete a PLUS Loan Master Promissory Note on-line at https://dlenote.ed.gov/empn/index.jsp
Loan Consolidation	<ul style="list-style-type: none">▪ Existing Federal PLUS loans can be consolidated into a Federal Direct PLUS Consolidation Loan after disbursement of your Federal Direct PLUS Loan. If you wish to request loan consolidation information, contact the Direct Loan Servicing Center at 1-800-557-7392.

(R:/Forms/Financial Aid/2006-2007/Plus General Parent Info Letter 2006_07)
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